VZCZCXYZ0008 RR RUEHWEB

DE RUEHC #3568 1411539
ZNR UUUUU ZZH
R 201531Z MAY 08
FM SECSTATE WASHDC
TO RUEHHK/AMCONSUL HONG KONG 0000
INFO RUEHKL/AMEMBASSY KUALA LUMPUR 0000
RHMCSUU/FBI WASHINGTON DC 0000
RUEAIIA/CIA WASHINGTON DC 0000
RUCPDOC/USDOC WASHINGTON DC 0000
RUEKJCS/SECDEF WASHINGTON DC
RUEPINS/HQ BICE INTEL WASHINGTON DC

UNCLAS STATE 053568

SIPDIS

HONG KONG FOR JOHN VERSOSKY

E.O. 12958: N/A TAGS: <u>ETTC</u> <u>KOMC</u> <u>HK</u>

SUBJECT: BLUE LANTERN LEVEL 3: POST-SHIPMENT END-USE CHECK

ON LICENSE 050084573

REF: 2006 BLUE LANTERN GUIDEBOOK

11. This is an Action Request. See paragraphs 2-4.

- 12. The Department's Office of Defense Trade Controls Compliance (PM/DTCC) requests Embassy's assistance in conducting a post-shipment check on license 050084573 for the export of AVOX systems crew oxygen mask parts to Malaysia via Hong Kong. Embassy is requested to complete this Blue Lantern check within 45 days. Lack of response to a Blue Lantern check will affect pending and future licenses involving parties to this license.
- $\underline{\mathbb{1}}$ 3. Reason for request: IN-Services, unfamiliar foreign consignee.
- 14. ACTION: Embassy is requested to make inquiries with appropriate IN-Services officials to determine if it has ordered the AVOX oxygen mask parts and that the articles will ultimately be used by the Royal Malaysian Air Force (RMAF), as stated on the license. Department requests that Embassy conduct a site visit to IN-Services to provide Department with an assessment of its business operations, on-site security, and general reliability as a recipient of United States Munitions List (USML) items. IN-Services POC is Sebastien Weber, General Manager, reference Purchase Order # A3808 dated April 17, 2007. The following questions are offered as suggested guidance with IN-Services:
- Can IN-Services provide documentation (e.g. purchase order, contract, or letter or intent) from the RMAF that firmly establishes it as the end user of these items?
- Who are IN-Services main clients?
- Does the company understand the restrictions on USML articles, particularly regarding re-exporting (no re-transfer or re-export without USG authorization)?

END ACTION.

15. Details of license application:

DTC Case: 050084573

OUANTITY/COMMODITY:

50 358-1322 Hardshell Assembly

License Value: USD 2,662

SELLER:

Zodiac US Corporation 1747 Highway 34 South P.O. Box 180 Wall, NJ 07719

FOREIGN CONSIGNEE:

Satang Jaya Sdn Bhd 29 & 31, Jalan Tiara 5 Bandar Baru Klang 41150 Klang Selangor, Malaysia

FOREIGN INTERMEDIATE CONSIGNEE:

IN-Services Asia 80 Chun Choi Street, Tseung Kwan O Industrial Estate, Tseung Kwan O New Territories, Hong Kong

FOREIGN END-USER:

Royal Malaysian Air Force RMAF Base Subang 40000 Shah Alam Selangor DE, Malaysia

PURPOSE:

The RMAF will use the AVOX Systems 358-1322 Hardshell Assembly for AVOX systems crew oxygen mask on the C-130H aircraft

- 16. Please slug reply for PM/DTCC BLUE LANTERN COORDINATOR and include the words "Blue Lantern" and the case number in the subject line. PM/DTCC can fax documentation to post upon request. POC is Tim Watkins, Phone: 202-663-2814; Email: WatkinsTR@state.gov; SIPRNET: WatkinsTR@state.sgov.gov. The Blue Lantern Guidebook (ref) is available as a PDF file in the Bunche Library's E-Book Collection on the DOS Intranet: http://buncheelectroniclibrary.state.gov/eboo ks/BlueLanternGuidebook2006%20 final .pdf
- $\underline{\mbox{1}} 7 \,.$ Department is grateful for post's assistance in this matter. RICE